

1 IN THE SENATE

BY THE SENATE
FINANCE COMMITTEE

2

SENATE BILL NO. 271

3

IN THE LEGISLATURE OF THE STATE OF ALASKA

4

THIRD LEGISLATURE - SECOND SESSION

5

A BILL

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For an Act entitled: "An Act authorizing the commissioner of
7 revenue to borrow money on behalf of the
8 state to meet appropriations for any fiscal
9 year in anticipation of the collection of
10 the revenues for that year; and providing
11 for an effective date."

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BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF ALASKA:

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* Section 1. AS 43 is amended by adding a new chapter to read:

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CHAPTER 85. BORROWING IN ANTICIPATION OF REVENUES

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Sec. 43.85.010. BORROWING IN ANTICIPATION OF REVENUES

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PERMITTED. The commissioner of revenue is hereby authorized
17 to borrow money to meet appropriations for any fiscal year
18 in anticipation of the collection of the revenues for that
19 year. Money borrowed shall be used only for the purposes
20 and within the amounts of appropriations authorized.

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Sec. 43.85.020. ISSUANCE AND PAYMENT OF NOTES. The

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commissioner may issue notes for the amounts borrowed in

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anticipation of the collection of revenues, direct or in-

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direct, for that year. The notes issued by the commissioner

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under this chapter and the interest thereon, shall be paid

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from revenues by the end of the fiscal year next succeeding

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the year in which the notes were issued. Revenues which will

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be sufficient to pay the amounts borrowed and the interest

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thereon are pledged to that object.

1 Sec. 43.85.030. INVITATIONS TO BID. The commissioner
2 shall invite bids for the purchase of the notes from all
3 Alaska banks and such other banks and lending institutions
4 as he deems appropriate. The invitation to bid shall state
5 the time and place for opening the bids and shall reserve
6 the right to reject any and all bids. The bids shall be
7 opened in public by the commissioner at a place specified in
8 the invitation to bid and in the presence of those who sub-
9 mitted bids and desire to attend.

10 Sec. 43.85.040. ACCEPTANCE OF BIDS. The commissioner
11 shall accept the bid from the responsible bidder offering
12 the least rate of interest. However, the commissioner may
13 at his discretion reject any and all bids.

14 Sec. 43.85.050. SIGNATURE ON NOTES. Notes for money
15 borrowed in anticipation of revenues shall be signed by the
16 commissioner of revenue, approved by the governor and counter-
17 signed by the commissioner of administration. Any two
18 signatures on the note may be facsimile signatures.

19 * Sec. 2. This Act takes effect on the day after its passage
20 and approval or on the day it becomes law without such approval.

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